

G. R. S. IX-5]

Previous references.

File No. 71-18

1918: 19

Serial Nos. /

(D. D.)

Later references.

*Preserve
in
18/11/42*

GENERAL AND REVENUE SECRETARIAT.

Serial Nos.

Part B for

August 1918.

SUBJECT.

Prohibition of Export of Silver from the State.

1918-19

GENERAL AND REVENUE SECRETARIAT.

(P. P. E)

NOTES.

File No. 71

FILE HEADING.

Prohibition of export of silver coin from the State

From

The Rev Commr in Mysore.

No D.O

Dated

8. 8. 18

Received

9. 8. 18

Diary No. 2595

Enclos. 3

Spare Copies.

Serial No. 1

BRIEF ABSTRACT OF LETTER.

Submits for perusal a copy of a letter from the Dy Commr - Mysore dt bearing to notice that marwaris & others are buying up coin in exchange for notes in large quantities & exporting same outside the State & States that suitable action is necessary to prevent the depletion of coin from the State.

NOTES AND ORDERS.

The Govt of India - have under Section 3 of the Import & Export of Goods Act - 1916. prohibited the export of silver bullion & coins to all destinations except to British India, ~~India~~ & Native States in India - vide Note

General and Revenue
Secretariat.

P P File No. 71 of 1918. - 9

Serial
No.

Notu no 10410 of 9. 1917 On a ref.
from the Residency to impose si-
-milar restrictions in the export
of silver from the state - it was
decided that as no corresponding
Act is in force in Mysore
it was sufficient if the Govt of India
Notu was given due publicity.

put 360 of 17-18
sl. 1-4

vide file put up

2 The ~~export~~^{import} of silver bullion or
coin into the state has not been
prohibited by the British Govt &
it is a point for consideration
whether the Govt of India should
not be consulted before taking
any action in the matter as per
3 A copy of the order issued by the
Baroda Durbar in the matter
is also put up. They too have
not prohibited the export of
the ~~article~~^{bullion} a coin into British
India

N

head
by

9/8/18

Chuf (Sey)

22/9/18

-4 Under the form of India note ext. at

Serial
No.

of coin to places outside India is prohibited but there is no impediment to movement within India (including Native States).
5 It is doubtful whether the Govt. of India will acquiesce in our prohibiting export of coin from Mysore.

6 We have already taken action to prohibit the melting down of coins.

7 It is no doubt true that the withdrawal of coin & scarcity of metallic currency may lead to a depreciation of paper currency & an inconvenience.

8 To put very little amplification for favour of remarks.

CSH
9/8/18
4/9/18
18
18/8/18

W.Sey)

9 Strict orders have been issued to Treasury not to reduce their specie balance further. In the orders hitherto issued by the Comptroller some discretion was left to the Treasury officers. Some Treasury officers have abused that discretion.

Serial
No.

Their names will be reported to Govt. in due course. I have now asked the Comptroller to issue definite & strict instructions leaving no discretion to the Treasurers. Telegraphic instructions were issued yesterday & detailed circulars are being issued. Copies of these circulars will also be placed before Govt.

August 1918

note Rupees	25 lakhs
Gold	2½
Other coin	3¼
	<u>30¾ lakhs</u>
	4

(10) There ~~is~~^{are} over 30 lakhs of coin in our treasuries & we will not allow the balance to fall lower under any circumstances.

(11) As regards action under the Defence of India Act for preventing export by public, ~~action~~ legislation in the matter, as pointed out by the Ch. Secy is difficult. If the treasuries do not issue, I do not think there will be export on any large scale; for people ~~will~~ in Mysore will not readily part with their coin to marwaris for notes even ~~for~~^{at} a premium. The recent reports I really think, are of coin got out of the treasuries. In these circumstances legislative action does not seem called for. *My*

10/8/18

NOTE—Contn. sheet.

2596

G. R. S. III-2]

General and Revenue
Secretariat.

P. P File No. 71 of 1918. - 19

Serial
No.

1042
20.8.18

99
13.8.18

12) Sub³ to Dewan through ~~the~~ ^{the} ~~members~~ ^{members} for personal

1082
17878
13) 14/13/18

14) Sir I do not think that any further action - other than that already taken by the Fin. Dept. is called for at present. It ought to meet the situation seems to me. It is on this unfortunate that some of our Treasury officers who have abused the discretion given to them in the matter

Recd
14.8.18

15) Deprec

17.8

14/17/18

16.
17.8.18

17.8

14/19/18

803
19.8.18

18) Sub⁵

19/8

19/1

14/20/18

21) Secy

7.9.18

232

22)

14/10/18

B

SECRETARIAT
NOTE - Contn. sheet
CH POLITICAL BRANCH.
20 SEP. 1918

6

SECRETARY

D. O. No. 25516

D 2596

GENERAL
9- AUG 1918

OFFICE OF THE REVENUE COMMISSIONER
IN MYSORE.

Camp: Mysore
Bengaluru 28th August 1918.

*Original
Chin & Simlas
to form 2 units
9-8-18*

Dear Sir,

I submit herewith for your perusal copy of
a letter from the Deputy Commissioner, Mysore
District, with its enclosures, bringing to notice
that Marwadis and others are buying up coin in
exchange for notes in large quantities in the
Mysore District and exporting them to places out-
side the State. The matter appears to be one
requiring suitable action ^{to be taken by Govt} to prevent the depletion
of coins from the State.

*Your sincerely
K. S. Narayanaiah*

Sir M. Visvesvaraya, K.C.I.E.,
DEWAN OF MYSORE.

Copy of D.O. No. 47/1213-19 dated 8th August 1919
from K. Mathan, Deputy Commissioner, Mysore District, to
the Revenue Commissioner in Mysore.

I enclose a copy of a D.O. letter which I had addressed to the District Treasury Officer and of his reply in the matter of export of coin from this District. There is obviously great demand for coin in some parts of India and it has come to my notice that Marwaris and others in this City have been buying up the available stock of coin in exchange for currency notes and transporting them outside the State. If this goes on unchecked, it may lead to a serious situation, and I write to request that Government may, if possible, be moved to take suitable measures under the Defence of India Regulation.

" C o p y "



Revenue Commissioner.

(4)

Letter dated 7th August 1919, from the District Treasury Officer, Mysore District, to the Deputy Commissioner, Mysore District.

With reference to your D.O. dated 30th July 1919, about the export of coin from the Mysore City to places outside the State, I have the honour to report that I carefully enquired into this matter. So far as my enquiries go, there ~~is~~ appears to be a great deal of truth, in the rumour about the export of coin. Some of the leading Marwari merchants of the City appear to be largely responsible for this. Not only from the Mysore City but even from Mandya some time ago, a large quantity of silver is said to have been exported to places outside the State, via Bangalore. Under these circumstances, I request you to be so good as to take such action as you deem fit, for putting a stop to this traffic in specie.

" C o p y "

R.

Revenue Commissioner.

D.O. letter No. 44 of 1918-19 dated 29th July 1918
from the Deputy Commissioner, Mysore District, to the
District Treasury Officer, Mysore.

I understand that there is considerable export of
coin going from the Mysore City to places outside the
State. Some days ago, it seems some Marwaris took a
quantity of coins by motor car and sent it to Davangere
or somewhere else. This matter requires looking into.
Please make very careful enquiries and let me know the
result and also your suggestion as to how this can be
stopped.

" C o p y "

Ken

Revenue Commissioner.

OFFICE OF THE LEGAL REMEMBRANCER, BARODA.-

N O T I F I C A T I O N.

No. 11 of 1917-18.

prohibition against the melting and breaking etc. of current gold and silver coins in the Baroda State.

The rates of gold and silver having risen at present and there being a probability of the current gold and silver coins being melted or broken to be sold as gold and silver, it is notified in British India that the melting and breaking of current gold and silver coins is prohibited, that the coins should not be used for any other purpose except as such, that the gold of melted coins would be liable to confiscation if imported in British India by sea or land, and that the export of gold and silver coins beyond the fixed amounts to any place except to the ports of British India and of Native States is prohibited

.It being expedient to make such a prohibition in this State also, it is notified under Council Order No. A/2 dated 4th March 1918 that no one in this State should melt or break current gold and silver coins, that he should not make use of coins for any other purpose except as such and that he should not send silver and silver coins in excess of the following amounts from this State to any other place except to the ports of British India and of Native States.

- (a) When such coin is sent by any passenger in a ship by water Rs. 100/-
- (b) When such coin is shipped by and for the use of the officers and crew of any steamship, an aggregate of Rs. 1000/-
- (c) When such coin is shipped by and for the use of the officers and crew of any other ship, an aggregate of Rs. 100/-

The Police should see that no body acts against this

Notification

11

Notification and they should deal with the defaulter according to law.

This Notification will be in force for one year at present.

Sd) G. H. Desai,
5th March 1918. Legal Remembrancer.